

Jeremiah W. (Jay) Nixon  
Governor  
State of Missouri



Department of Insurance  
Financial Institutions  
and Professional Registration  
John M. Huff, Director

DIVISION OF FINANCE

301 West High Street, Room 630  
P.O. Box 716  
Jefferson City, MO 65102-0716  
(573) 751-3242  
(573) 751-9192 FAX  
[www.finance.mo.gov](http://www.finance.mo.gov)

Richard J. Weaver  
Commissioner of Finance

June 7, 2013

The attached report represents a consolidation of Reports of Condition and Income filed by state-chartered banks with the Missouri Division of Finance as of March 31, 2013, and a comparison with the statements filed one year earlier. Also included is a comparison of financial statements of state-chartered and national banks.

During the previous twelve months, the number of state-chartered banks and trust companies decreased by eight from 274 to 266. Eight banks merged into other institutions. Four state-chartered banks closed. Four new bank charters were granted when national institutions converted to state-chartered banks.

Assets in state-chartered banks totaled \$97.1 billion on March 31, 2013, an increase of 2.7 percent from one year earlier. Deposits were \$81.6 billion, up 3.3 percent. Total loans were \$54.9 billion on March 31, 2013, up 1.2 percent.

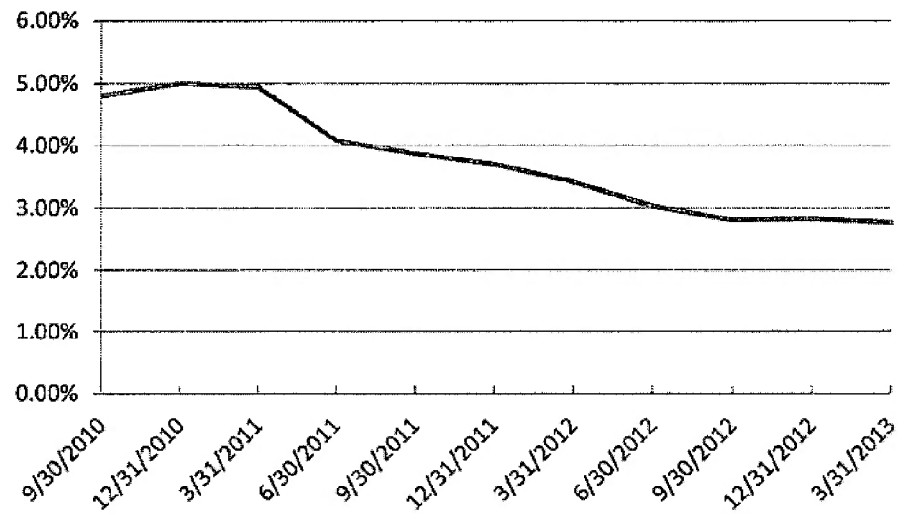
The overall condition of Missouri state-chartered banks continued to improve in the first quarter. The attached graphs illustrate improvement in several component areas. Asset quality has improved since last year, with the past due ratio declining to 2.77 percent from 3.42 percent one year earlier. Despite sharply declining provision expense, earnings have not materially improved as loans as a percentage of assets has fallen, squeezing net interest margins. Loan shrinkage in 42 percent of state-chartered banks nearly offsets growth in the remaining banks, resulting in little aggregate loan growth. The declining proportion of loans to assets is due to the larger growth in deposits.

Capital continues to strengthen and Tier 1 Leverage Capital increased to 10 percent of total assets.

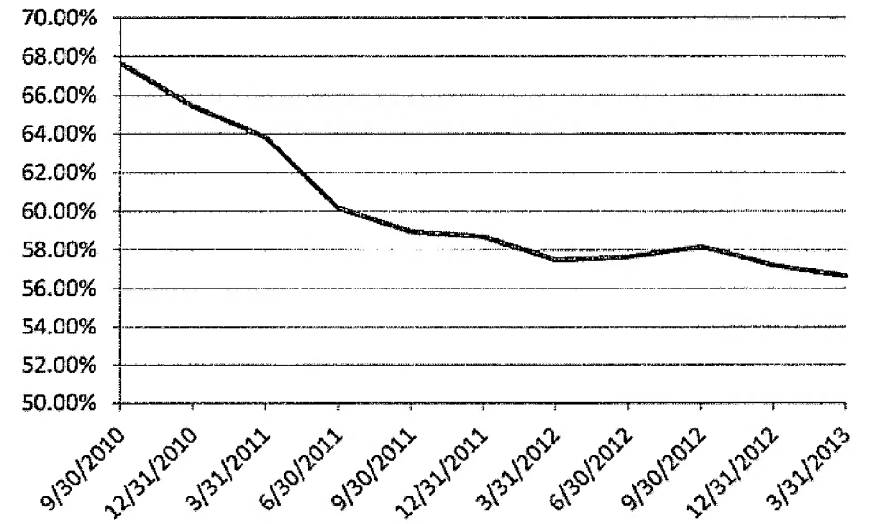
A handwritten signature in dark ink, appearing to read 'Richard J. Weaver'.

Richard J. Weaver  
Commissioner of Finance

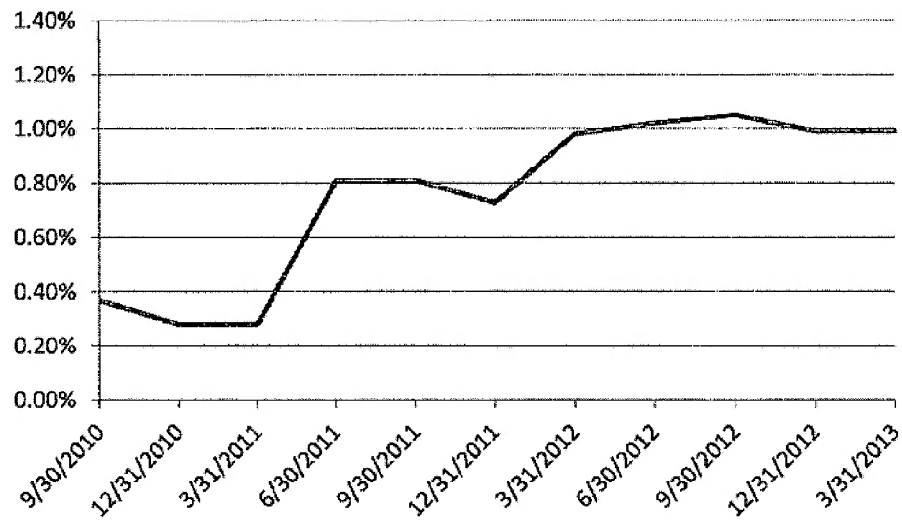
**PAST DUE LOANS TO TOTAL LOANS**



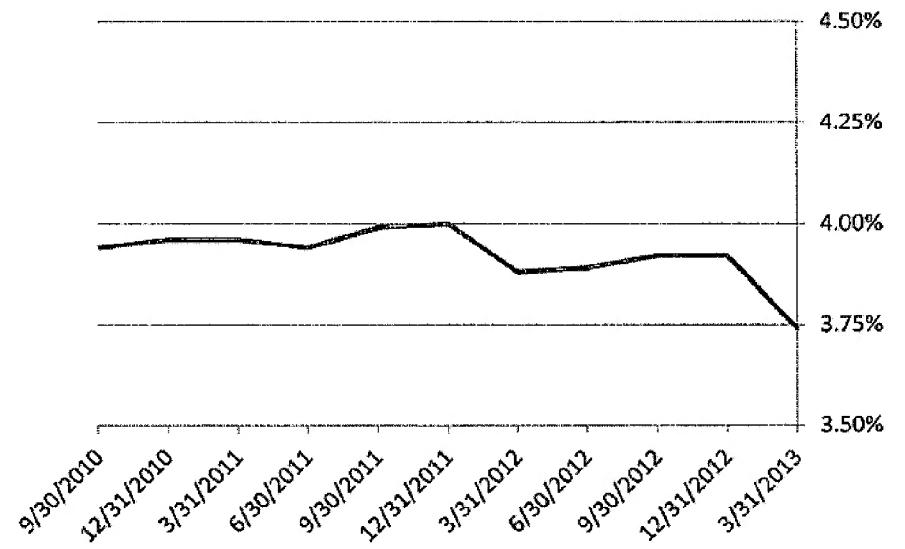
**LOANS TO ASSETS**



**RETURN ON ASSETS**



**NET INTEREST MARGIN**



**COMPARATIVE STATEMENT OF CONDITION  
STATE AND NATIONAL BANKS IN MISSOURI  
AS OF MARCH 31, 2013**

MILLIONS OF DOLLARS	3/31/2013			3/31/2012	PERCENT CHANGE
	266 STATE BANKS	26 NATIONAL BANKS	292 ALL BANKS	303 ALL BANKS	
ASSETS					
Cash and Due from Banks	7,201	3,209	10,410	10,051	3.6%
Investment Securities	28,233	11,496	39,729	36,301	9.4%
Total Loans and Leases	54,912	13,717	68,629	66,593	3.1%
Less: Reserves	1,033	197	1,230	1,337	-8.0%
Federal Funds Sold	2,016	75	2,091	1,988	5.2%
Fixed Assets	1,892	568	2,460	2,422	1.6%
Other Real Estate	763	140	903	1,172	-23.0%
Intangible Assets	663	255	918	869	5.6%
Other assets	2,313	563	2,876	3,103	-7.3%
TOTAL ASSETS	\$96,960	\$29,826	\$126,786	\$121,162	4.6%
LIABILITIES					
Total Deposits	81,618	24,320	105,938	100,748	5.2%
Deposits over 250M	3,783	659	4,442	4,664	-4.8%
Brokered Deposits	5,048	231	5,279	4,157	27.0%
Federal Funds Purchased	3,074	2,154	5,228	5,086	2.8%
Other liabilities	2,575	378	2,953	3,341	-11.6%
Total Equity Capital	9,693	2,974	12,667	11,988	5.7%
TOTAL LIABILITIES	\$96,960	\$29,826	\$126,786	\$121,162	4.6%
EARNINGS					
Interest Income	865	220	1,085	1,144	-5.2%
Interest Expense	102	17	119	165	-27.9%
Net Interest Income	763	203	966	979	-1.3%
Provision for Loan Losses	43	8	51	102	-50.0%
Net Income	238	56	294	288	2.1%
Cash Dividends	120	27	147	144	2.1%
Net Loan Losses	52	11	63	107	-41.1%

**COMPARATIVE STATEMENT OF CONDITION  
STATE BANKS AND TRUST COMPANIES IN MISSOURI  
AS OF MARCH 31, 2013**

THOUSANDS OF DOLLARS	266 BANKS 3/31/2013	274 BANKS 3/31/2012	INCREASE DECREASE()	PERCENT CHANGE
<b>ASSETS</b>				
Total Loans	\$54,912,467	\$54,275,655	\$636,812	1.2%
Allowance for Loan Losses	1,032,805	1,141,849	(109,044)	-9.5%
Total Assets	96,959,937	94,439,936	2,520,001	2.7%
<b>LIABILITIES</b>				
Total Deposits	81,617,622	79,017,246	2,600,376	3.3%
Total Equity Capital	9,693,428	9,307,516	385,912	4.1%

OPERATING RATIOS	3/31/2013	3/31/2012	CHANGE
Equity Capital/Assets	10.00%	9.86%	0.21%
Tangible Equity Capital/Assets	9.28%	9.22%	0.06%
Capital and Allowance for Loan Losses/Assets	10.95%	10.93%	0.00%
Total Loans/Assets	56.63%	57.47%	-0.84%
Past Due and Nonaccrual Loans/Total Loans	2.77%	3.42%	-0.65%
Allowance for Loan Losses/Total Loans	1.88%	2.10%	-0.14%
Average Net Interest Margin	3.74%	3.88%	-0.14%
Return on Assets	0.99%	0.98%	0.01%

**NOTES:**

2012 does not include six nondeposit trust companies.  
2013 does not include five nondeposit trust companies.